DOGM MINERALS PROGRAM FILE COPY

November 2, 1989

TO: Wayne Hedberg/Permit Supervisor

FROM: Holland Shepherd, Reclamation Specialist #05

RE: Moab Salt Inc. Surety, M/019/005, Grand County, Utah

A meeting was held on October 30, 1989, to discuss the new self-bonding proposal submitted by Moab Salt. The meeting involved myself, Lowell and Dianne.

Apparently the original self-bonding request is still pending in respect to a Board decision. No formal rejection or acceptance has been made by the Board. The new proposal will be presented to the Board on November 30, 1989. At this time, the Division's position, according to Dianne, is neutral. Oliver Gushee had informed me earlier that the Division would support the new proposal.

Changes made to the forms (Reclamation Contract and Self Bonding and Indemnity Agreement) by the operator's attorney will not be accepted by the Division. Agreements must be met, regarding these forms, between the operator and Division before they go to the Board.

The new self-bonding proposal has been made for a ten year term, which means the amount must be changed from 9.7 mil to 10.7 mil to accommodate the longer term (inflation factor to 1999 dollars).

jb MN4/178